

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 2043 – HB 2136

February 26, 2018

SUMMARY OF ORIGINAL BILL: : Increases, from \$300 to \$350, the maximum per diem payment a utility district board commissioner within Sullivan County may receive per meeting, for no more than 12 meetings per calendar year, upon approval by the board of commissioners.

FISCAL IMPACT OF ORIGINAL BILL:

Increase Local Expenditures – Up to \$10,800/Permissive

IMPACT TO COMMERCE OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (013522): Deletes and replaces language of the original bill to restrict its applicability to the Blountville Utility District.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase Local Expenditures – Up to \$1,800/Blountville Utility District/Permissive

Assumptions for the bill as amended:

- Under current law, pursuant to Tenn. Code Ann. § 7-82-308, members of the board of commissioners for utility districts may receive a maximum per diem payment of \$300 per meeting, for not more than 12 meetings per calendar year.
- The proposed language would authorize the board of commissioners for the Blountville Utility District to receive a maximum per diem payment of \$350 per meeting, for not more than 12 meetings per year.
- Under current law, pursuant to Tenn. Code Ann. § 7-82-307, each utility district shall have three commissioners, except those multi-county utility districts and utility districts having a greater number of commissioners on May 6, 2004.

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- Any vote required by the Blountville Utility District board of commissioners to approve a per diem payment increase will be accomplished at a regularly-scheduled meeting of the board.
- Pursuant to Tenn. Code Ann. § 7-82-403, the board of commissioners of a utility district shall prescribe and collect reasonable rates, fee, tolls, or charges necessary to ensure that such system shall be and always remain self-supporting.
- Any increase in local expenditures for increased per diem payments will be borne by the Blountville Utility District.
- The rate of compensation currently received by Blountville Utility District commissioners is unknown; however, the proposed language will result in a recurring permissive increase in local government expenditures up to \$1,800 (3 commissioners x 12 meetings per year x \$50 maximum increase per meeting per person).

IMPACT TO COMMERCE WITH PROPOSED AMENDMENT:

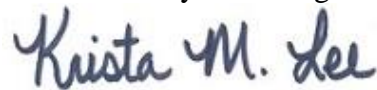
Unchanged from the original fiscal note.

Assumption for the bill as amended:

- The proposed language as amended does not impact privately-operated utility districts; therefore, any impact to commerce or jobs in Tennessee is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Krista M. Lee, Executive Director

/jrh